



INSURANCE FRAUD INVESTIGATION DIVISION
Kentucky Department of Insurance
909 Leawood Drive, P. O. Box 4050, Frankfort, KY 40604-4050
Phone 502-564-1461 – FAX 502-564-1464
Fraud Statistics/Convictions Activity
February 2015

<u>Fraud Statistics</u>	<u>Month/February</u>	<u>YTD</u>
Total Referrals Received.....	152	298
Closed Referrals.....	81	269
Open Cases (Investigations – includes prior years).....		457
Assigned Cases (Investigations).....	12	56
Closed Cases (Investigations).....	1	5
Closed Cases (Investigations) Exceptionally Cleared – Declined by Prosecutor.....		1
Charges (0 felony, 0 misdemeanor)		34
Convictions (0 felony, 2 misdemeanor)	2	79
Restitution Ordered.....	\$ 8,000.00	68,219.05
Restitution Agreed.....	\$.00	.00
Restitution Total.....	\$ 8,000.00	68,219.05
Investigation Expenses to Division		
Awarded.....	\$ 1,000.00	1,500.00
Collected.....	\$ 1,606.74	3,333.65
DOI Fines.....	\$ 1,000.00	1,000.00
Administrative Subpoenas Issued.....		
Non-Licensed Individuals.....		
Licensed (active/inactive individuals).....		
Subpoenas Received.....		3

Convictions Activity

Anthony Chandler – Chandler, an agent, took payment for an annuity but the money was never deposited to the account of Banker's Life and Casualty Insurance Company. Chandler pleaded guilty to an amended charge of fraudulent insurance acts less than \$500, and was sentenced to 12 months, probated for 24 months. Chandler also was ordered to pay restitution of \$8,000 to Banker's Life, and a fine of \$1,000 to the Department of Insurance.

Myrtle Hust – A fraud investigation resulted in Hust being charged with tampering with witnesses. The charge was subsequently amended down to harassing communications, and Hust entered a guilty plea. She received a one year sentence, deferred for one year.